
SOCIAL ENTREPRENEURS OF NEW ORLEANS

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2011



A Professional Accounting Corporation

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FOR THE YEAR ENDED DECEMBER 31, 2011

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ACCOUNTANTS' COMPILATION REPORT

The Board of Directors
Social Entrepreneurs of New Orleans
New Orleans, Louisiana

We have compiled the accompanying financial statements of Social Entrepreneurs of New Orleans (a nonprofit organization) as of December 31, 2011, and the related statement of activities and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statement and, accordingly, do not express an opinion or provide any assurance about whether the financial statement is in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statement in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statement.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Postlethwaite & Netterville

Metairie, Louisiana
June 22, 2012

SOCIAL ENTREPRENEURS OF NEW ORLEANS

STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2011

ASSETS

Current assets:	
Cash and cash equivalents	\$ 9,129
Grant receivable	40,764
Other	<u>6</u>
Total current assets	<u>\$ 49,899</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Payroll and related liabilities	<u>\$ 6,392</u>
Total current liabilities	<u>6,392</u>
Unrestricted net assets	<u>43,507</u>
Total liabilities and net assets	<u>\$ 49,899</u>

See Accountants' Compilation Report.

SOCIAL ENTREPRENEURS OF NEW ORLEANS

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2011

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<u>REVENUES AND SUPPORT</u>			
State grant	\$ -	\$ 85,952	\$ 85,952
Contributions	34,032	-	34,032
Net assets released from restriction	85,952	(85,952)	-
	<hr/>	<hr/>	<hr/>
Total revenues and other support	119,984	-	119,984
	<hr/>	<hr/>	<hr/>
<u>EXPENSES</u>			
Communications	1,786	-	1,786
Dues and subscriptions	617	-	617
General and administrative	1,185	-	1,185
Insurance	3,660	-	3,660
Legal and professional fees	2,097	-	2,097
Meals and Entertainment	1,272	-	1,272
Program services	24,131	-	24,131
Rent	208	-	208
Salary	71,225	-	71,225
	<hr/>	<hr/>	<hr/>
Total expenses	106,181	-	106,181
	<hr/>	<hr/>	<hr/>
Change in net assets	13,803	-	13,803
	<hr/>	<hr/>	<hr/>
<u>NET ASSETS AT BEGINNING OF THE YEAR</u>	29,704		29,704
	<hr/>	<hr/>	<hr/>
<u>NET ASSETS AT END OF THE YEAR</u>	\$ 43,507	\$ -	\$ 43,507
	<hr/>	<hr/>	<hr/>

See Accountants' Compilation Report.

SOCIAL ENTREPRENEURS OF NEW ORLEANS

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2011

OPERATING ACTIVITIES

Change in net assets	\$ 13,803
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Increase in accounts receivable	(40,764)
Decrease in other assets	200
Increase in accounts payable	6,392
Net cash used in operating activities	<u>(20,369)</u>
 Net decrease in cash	 (20,369)
 Cash and cash equivalents, beginning of year	 <u>29,498</u>
 Cash and cash equivalents, end of year	 <u>\$ 9,129</u>

See Accountants' Compilation Report.

SOCIAL ENTREPRENEURS OF NEW ORLEANS
New Orleans, Louisiana

Schedule of Findings and Questioned Costs

Year ended December 31, 2011

(1) Summary of Results

- (a) The type of report issued on the financial statements: Independent Accountant's Compilation Report
- (b) Significant deficiencies in internal control were disclosed by the compilation of the financial statements: n/a Material weaknesses: n/a
- (c) Noncompliance which is material to the financial statements: n/a
- (d) Management letter comments issued: n/a

(2) Findings Relating to the Financial Statements Reported in Accordance with Louisiana Legislative Auditor Requirements: Finding 2011-01 Timely Submission of the Report to the Legislative Auditor

Condition: The Organization did not meet the March 31, 2012 deadline for reporting to the Office of the Louisiana Legislative Auditor.

Criteria: The Organization is required by the Louisiana R.S. 24:513 (agency receives \$50,000 to \$200,000 of public funds) to provide a compilation report to the Office of the Louisiana Legislative Auditor within 90 days of an agency's fiscal year.

Effect: The compilation report was not submitted timely to the State of Louisiana.

Cause: The Organization was not aware of the filing requirements and filing deadline which delayed the submission of the financial statements, but immediately remedied the situation by engaging a CPA firm to perform a compilation in accordance with *Statements on Standards for Accounting and Review Services* (SSARS), relating to compilations, issued by the American Institute of Certified Public Accountants and submitting to the office of the Legislative Auditor of the State of Louisiana.

Recommendation: The Organization should implement a plan to ensure compiled annual financial statements are submitted in a timely manner.

Management's
Response:

We had not realized that because of special requirements for a lower grant amount that only requires the compilation, the report was actually due on March 31, 2012 instead of June 30, 2012. As soon as we realized that SENO fell in a special category that had not been mentioned by the OCD but was a Louisiana Legislative Auditor rule, we remedied the situation immediately. Next year, because of a higher grant expenditure, we will most likely fall in the June 30, 2013 deadline instead of the March 31, 2013 deadline.

On June 14, 2012, the Office of Community Development sent SENO an official letter stating that "SENO is found to be in compliance with the standards for financial management."

FOR EYE ROOM USE ONLY

For Period Ending	LARC #	Agency Name / Description	Audit Control #
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